LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

FISCAL IMPACT STATEMENT

NOTE PREPARED: Nov 20, 2012

BILL NUMBER: SB 109 BILL AMENDED:

SUBJECT: Fire Protection District Per Diems.

FIRST AUTHOR: Sen. Randolph BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

Summary of Legislation: The bill increases (from \$20 to \$100) the maximum amount that a member of a fire protection district board of fire trustees may receive for each day devoted to the work of the district.

Effective Date: July 1, 2013.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: *Summary:* The impact of this bill on FPD trustee per diem payments for fire protection district (FPD) boards is indeterminable and dependent on local action.

As an example, a five-member trustee board would require \$500 per meeting to pay each trustee a \$100 per diem. (Total per diem for 5 trustees costs \$100 per meeting at the current maximum per diem of \$20.) Based on a survey, 58 out of 65 known FPDs reported a total of 271 trustees (an average of approximately 5 members per trustee board). At least two of the known FPD trustee boards are currently not paid a per diem for their service. Assuming that there are 315 paid trustees and that the trustees are all currently paid \$20 per meeting, paying them an additional \$80 per meeting would make the maximum impact to local expenditures \$25,200 per meeting [\$31,500 - \$6,300].

Background: FPD Boards- FPD trustee boards must have at least three members. Generally, there is one

SB 109+

trustee for each political subdivision in an FPD. An additional trustee is added, when necessary, to insure an odd-numbered board. Boards typically are made up of three, five, or seven trustees.

Budgets & Levies- The 65 identified FPDs had total certified budgets of \$32.7 M and certified levies of \$23.9 M for CY 2012.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Fire protection districts.

<u>Information Sources:</u> LSA survey of county auditors, township trustees, FPD trustees, fire chiefs, and Internet resources; LOGODABA.

Fiscal Analyst: Chris Baker, 317-232-9851.

SB 109+ 2